Text of Carter's Report to Senate on His Actions on Brother's Ties With Libya

WASHINGTON, Aug. 4 — Following is the text of President Carter's report to

Carter's Statement

[I] Introduction

From the founding of this Republic, questions of propriety have been raised about actions of Presidents, Cabinet officers and members of Congress. It is an important part of our tradition that the people know the ruth as quickly as possible, and that all the facts, be disclosed.

an important part of our tradition that the geople know the truth as quickly as possible, and that all the facts be discovered by the second of the second o

[II] Policy on Libya

A There are key governments in the word with which we have here sharp and frequent policy differences than the property of the

[III] Billy Carter's Relations With Libya

A. Like members of other Presidents families, Billy Carter was thrust into the public limelight when I was designed to the public limelight when I was a colorful personality, Media attention and object in mistant celebrity. He was asked to make a number of television made him an instant celebrity. He was asked to make a number of television made him an instant celebrity. He was asked to make a number of television made him and speak in group of businessmen and sipeak ing speaking the public of the pub

used to many the control of the cont

other possible trip to Libya, and I advised against it, partly because of his health and because of the deverse elevative to the control of t

[IV] The Request for Libyan Help to Return the Hostages

A. On Nov. 4, 1979, our hostages were seized in Teheran. In the weeks that following about their release. We horeased our military presence in the Persian Gulf. We stopped all oil imports from Iran, and we imposed a freeze on Iranian assets. We appealed to the United Nations Security Council. We asked other governments, especially Muslim governments such as Libya, to support and unofficial avenue, of contact we could find to encourage the Iranians to release the American hostages.

B. During the third week in Novem-

pelease the American hostages.

B. During the third week in November my wife and iwere at Camp David.

And and iwere at Camp David.

And and iwere at Camp David.

And Billy might be able to get Lilyan help to induce the Iranians to release the American hostages. She recalls that she called him, and that he agreed the Libyans might help. She informed not fits conversation, and on Nov. 20 I asked Dr. Brzeźinski to explore this more fully in the attached statement of the Camp David of the Camp Da

tween Dr. Brezeinski and All El-Houdart, chief of the People's Bureau of
Libya in Washington.

G. Later that day Billy came to
Washington.

G. Later that day Billy came to
Washington of the Company of the
Washington of the Company
House o

The meeting Buly arranged was been also also as the process of the



President Carter

President Carter ... made any such effort with others in my Administration. B. There have been press report. Administration. B. There have been press report. Administration and that he may have tried to affect United that Billy may have been asked, and that he may have tried to affect United Libya. If so, the effort did not succeed. So far as we have been able to determine, no such effort was made. My counsel's report covering this and other subjects attached. Prezinski hoted an intelligence report that Billy Cartier was representing an American oil company in seeking an increased allocation of Libyan oil, and he telephoned Billy to advise him that he should not engage in any such activity should not engage in any such activity in the country. Dr. Brzezinski subsequently. Dr. Brzezinski subsequently in the caution Billy. Dr. Brzezinski statched statement provides further particulars about this occurrence.

[VI] The Department of Justice Investigation Under Foreign Agents Registration Act

A. The President has the constitutional responsibility for executing the inforcement of the laws. Enforcement responsibility is delegated by law and directive to the Attorney General, subject to the same supervision the President exercises over other Cabinet officers of the Cabinet of Cabinet of the Cabinet of C

Mr. Cutier about the status of Billy's case, which is correctly reported in his statement.

I had no knowledge of the two large payments or loans of money from the payment of the payment or about the payments or about the payments or about the payments or about the payment of Justice relating to such payments until Billy carter's lawyers in the payment of the payment of the payment or about to be filed. No one in the White House furnished information about the investigation to Billy or anyone associated with the lawyer in the payment or transfers of this money have been made to me. My trustees assure me that no such payments or transfers of this money have been made to me. My trustees assure methat no such payments or transfers of this money have been made to me. My trustees assure methat no such payments or transfers of this money have been made to me. My trustees and i will see to it that no direct or indirect been fit will flow to me the thure.

I To summarize:

§ Billy has had no influence or effect on my decisions or on any Unted States of the fact will govern my relationships with Billy so long as a ma President on the first of the payment or the first will govern my relationships with Billy so long as a ma President of the first will govern my relationships with Billy so long as a ma President of the first will govern my relationships with Billy so long as a ma President of the first will govern my relationships with Billy so long as a ma President of the first will govern my relationships with Billy so long as a ma President of the first will govern my relationships with Billy so long as a ma President of the first will govern my relationships with Billy so long as a ma President of the first will be payment or the first will govern my relationships with Billy so long as a ma President of th

Government policy or actions concerning Libya.

— Neither I nor anyone in the White House knew any details about the conduct of the investigation under the Foreign Agents Registration Act or tried to influence or affect the department's actions or decisions.

The state of the s

Supporting Documents

Extracts From President Carter's Personal Notes Referring to Billy Carter and Libya Dictated for Thursday, Feb. 22, 1979

Dictated for Thursday, Feb. 22, 1979
"Ham came in to talk over with me
the problems with Billy — his health
and his prospective additional visit to
Libya."

Ditated for Friday, Feb. 23, 1979

"Italked to Billy, who's in the hospital. (Further discussion of his health Purcher discussion of his health Purcher discussion of his health Purcher discussion of his financial problems. I told Kirbo to protect Billy's interests in any negotiations concerning the ware-system of the purcher discussion of the purcher dis

Dictated for Saturday, Feb. 24, 1979

"I talked to Bert Lance this morning. He's to visit Billy this coming week, to encourage him to take care of his health, his finances, and to stay away from Libya for a while."

Dictated for Thursday, March 22, 1979
"Billy called from the hospital in Long Beach. He's very happy. Seemed to be getting along well. Wants to know how a possible future trip to Libya might affect me with Sadat and the Israelis." Billy Carter called at 2:50 P.M. Call was returned at 3:37 P.M. Conversation ended; 3:07 P.M. Conversation ended; 3:07 P.M.

Conversation ended; 3:4 P. M.)
Dictated for Tuesday, April 3, 1979
In the aftermoon 1. . . . also talked to
an embarrassment for him to go to
Libya any time soon. He said he was
getting along fine, and it would take
awhile to plan a trip even when he does
want to go. That he would clear it with
me before he made that decision. Billy
Carter at 3:38 P.M. Conversation ended
5:48 P.M. Billy Carter in the Long
Beach Naval Hospital, California.)

THE WHITE HOUSE WASHINGTON

To Billy 4-3-79

I'll call you also, but wanted to give you my response to your question regarding a visit to Libya in the near future. It would create severe problems for us because of their threats against Sadat and because they are fighting in Uganda for Id Amin.

I just got you on the phone and am

glad to know that you're still doing so well.

well.

I'll see Jack McGregor when he comes to the White House this week.

All of us are very proud of you, & particularly your brother! You've had a rough time lately. I know, but you've really come through it with a lot of courage. Call me whenever I can help.

Jimmy

Mr. Billy Carter c/o The Navy Alcohol Rehabilitation Unit National Naval Medical Center Long Beach, Calif. 90801

Long beach, Cairl, 1969:

Dictated for Tuesday, Nov. 29, 1979

"I told Zbig to call Billy to follow up on his report tell bynas might be willing to help us with the Iranian situation.

"Billy was at the White House, having come up at Zbig's invitation. I told him and Zbig to get together to discuss what message we might pass on to the Libyans."

Dictated for Tuesday, Nov. 27, 1979

Lunch with Rosalym. Billy came tunch with Rosalym. Billy came to the Rosalym are quite eager to help us. Proud of the fact that they condemmed the taking of hostages. And I arranged for Zbig to see the charge at 4:30 this afternoon."

"Billy had the Libyars' charge come was a very good one. I think for the first time the Libyans have ever been in the White House since I've been here. They promised to do everything possible with the students and with Khormeint to that we would like to have better relationships with the Libyans and with the government itself."

with them."

Dictated for Tuesday, June 17, 1889
(The first paragraph of the note dealt with nominations for the judiciary and the Department of Justice.)

"Be (Astroney General Civiletti) told me that Billy ought to acknowledge if the paragraph of the properties of the state of the state would be no punishment for Jim. But that Billy was unwilling to do so because he claims he was not an agent of that country."
(The balasins he was not an agent of that country."
(The balasins he was not an agent of that country."

The balasins he was not an agent of that country. The country is the mentioned that the properties of the note mentioned the theory of the state of the state of the properties of the state of the sta

Hamilton Jordan's accusers in the Studio 54 cocaine charge.)

Dictated for Saturday, June 28, 1889

"It talked to Billy about his helping.
Libya and his revisual to sign the foreign agents permit. He has the same lawyer that represented Hamilton recently and doesn't believe that he needs to file. This can become an embarrassing incident later on, particularly with American Jews.

Office: The Prediction places call to the control of the con

teris at Camp David.)

Dictated for Tuesday, July 1, 1880

"I called Billy on the phone and urged him to sign the Foreign Agent Certification concerning Libya. 1 don't carrier to the concerning Libya. 1 don't carrier to the considers himself to be singled out, especially by Jack Anderson and Saffre which is probably true. His lawyer's also advocating that he register, and disavow any improper actions. Call to Billy Carrier at 5:56. A.M. Billy Carrier terturns call at 10:62 A.M. from his residence in Georgia. Phone conversation and saf 10:90 A.M. president Carrier is in Washington, D.C.)

Dictated for Monday, July 7, 1980
"Billy seems to be feeling very good.
Not drinking. Tanned. Plays goif. Har-assed by the Government on the Libya deal."
(Note: President Carter is in Plains, Ga. Entry is after brief remarks about playing afternoon softball game.)

Dictated for Friday, July 11, 1980
"Lloyd Cutler called to say that Billy had agreed to sign the Justice Department consent order on revealing his relationship with Libya, which is good news think,"
(Note: President Carter is at Sapelo Island, Ga.)

Dictated for Sunday, July 26, 1889
"Lloyd and Zbig called concerning silly a relationship with Libya and his contacts with the White House. I told them to research very carefully the telephone logs and their records and prepare a complete report on what had been done. So far as I could see, nothing improper has occurred." (Once: President Carrer is in Washington, D.C.)

Dictated for Tuesday, July 22, 1899
"Lloyd and Jody and Zhig worked on a statement to be issued today about Billy's relationship with Libya. We've tried to reconstruct all the contacts we've had with Billy during the last eight months. It's difficult to remember when the phone calls were made and when the meetings took place. But I think we've done an accurate job of (Note: President Carter) is in Wash.

Text of Brzezinski's Report to Senate

WASHINGTON, Aug. 4 – Following is the text of the report to the Senate Judiciary subcommittee by Zbigniew Brzezinski, Assistant to the President for National Security Affairs.

[1] The Telephone Conversations of N

Brzezinski's Statement

I welcome this this opportunity to review the contacts that I have had with Mr. Billy Carter in relationship to the contacts that I have had with Mr. Billy Carter in relationship to that such contacts were motivated by legitimate concerns for the national interest; (2) that they were entirely proper; and (3) that they were very proper; and (3) that they were very proper; and (3) that they were very that I will discuss in my testimony. I have had only sporadic and infrequent social contact with Billy Carter, maybe two or so times a year at social functions of the contacts that I will be discussing occurred many months ago and at the time they did not seem to be and, indeed, were not — centrally significant. It is therefore impossible to recognitude the very detail every word

that was actually said. Nonetheless, after careful review of the available documents, I believe I can offer a resonably complete and accurate reconstruction.

These contacts which I shall discuss more fully were the following:

I. Telephone conversations on Nov. 29, 1979; and 1970; and

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Brzezinski Tells Senate Panel of Meetings and Conversations With Billy Carter

tally alone. And we were all determined to leave no stone unturned in our efforts to generate the greatest possible international pressure on the Iranians. Those efforts have persisted to the present

and the second source anomated in our authority to second source and authority and the second source and sourc

Season of the given a similar messor. On the morning of Nov. 20, at 10:21 A.M., the President called me from camp David gain in the course of a conversation, perclaiming, so that day's reason of the conversation, perclaiming, so that day's reason of the conversation, perclaiming, so that day's reason of the conversation, perclaiming, so that day a conversation, perclaiming, so that day a conversation of the conversation of

any payments by the Libyan Government to Billy Carrer, and I did not learn ment to Billy Carrer, and I did not learn ment to Billy Carrer, and I did not learn building the Billy Carrer, and I did not learn building the Billy Carrer, and I did not learn published on July 14, 1989. There was general knowledge that the Department of Justice was investigating his relationship with the Libyan Government of Justice was investigating his relationship with the Libyan Government of Justice was investigating the recording of the Santa Washington of the Carrer was a support of the Carrer was a

[II] Meeting of Nov. 27 And Subsequent Events

On Nov. 22, two days after the calls made on Nov. 29, the Labyan foreign acceptants its used a formal statement on the hostages should be released." This was the first official that the nor view the hostages should be released." This was the first official that appreciated a substantial with the control of the control o

telephone conversation in March. He was not involved in my further dealings with the control of the control of

was delivered to the Libyans the same day.

In the Access event days, U.2. Libyans and the control of the Contr

runcamental change in policy."

Two days after this interview, on Dec. 12, Houdari returned to Washington from Libya and contacted, me to relay a personal message from Colonel Qadhafi to the President. I met him in my office from 4:38 to 4:50 P.M. on the 12th. Qadhafi's message covered many

of the same points in the interview, noting that he was ashamed and unhappy with what the American hostages went through in Iran. He stated that meso has a state of the state



Longinew preeziment

Islamic world of the prompt resolution
of the hostage issue, but I did not acc
of the specific points he had relayed.
Our public statement on Colonel Qadhaft's interview had already made it
plain that our policy toward the Middle
plain that our policy toward the Middle
slifted record of this meeting has been
delivered to the Senate select Committee on Intelligence.)
It is difficult to judge the extent to
which the contact with Houdari, initthe contact with Houdari, initbe shift in the Libvan position on the
hostage issue. It is clear, however, that
the shift in the Libvan position on the
hostage issue. It is clear, however, that
favored our ongoing efforts to isolate
Iran and our objective of generating
maximum internatinal pressure for the
release of the hostages.

[III] Telephone Call to Billy

Carter in March 1980.

In March 1980, Sansfield Turner, the Director of Central Intelligence, drew my attention to a brief intelligence report which bowe on Billy Carter's commodities of the second of the second

siggest that you are engaged in an oil deal, and that you are seeking an in-creased allocation from Libya for a company. It is could be exploited politically by the Libyans, and thus it could create considerable embarrasspent for this country and for burney and the property of the country and for the country and the

He responded by saying to me that he was entitled to his privacy and that I had no right to inject myself into his personal affairs; moreover, he had a right to make a living.

I Responded to him by repeating again my basic message, namely that I hoped he would do nothing inappropriate or embarrassing and that I wished to stress that to him quite strongly. The next day I reported to the President that I had seen an intelligence report, and I summarized to him its control to Billy Carter, repeating what The President said that I had done the right thing.

I saw no other intelligence reports

[IV] Contacts on June 11-12,

from Billy Carter asking if I could see him the next day, I made an appointment for him to come to my office at 3:39 P.M. on June 11. On that day I saw Billy Carter alone from 3:21 ural 3:28. Billy Carter alone from 3:21 ural 3:28. Billy Carter and Lloyd Cutler moved to Cutler's office. In the course of our initial conversation, Billy Carter informed met that he course of the c

[V] Other Considerations

In the copcluding part of my testimony, let me deal with two relevant issues:

A. U.S.-Libyan relations, I can state unequivocally that at no time was my attitude on U.S. policy toward Libya affective and the state of the state and commerce, which I and the N.S.C. staff followed in order to monitor the progress of events for the President of the state and Commerce, which I and the N.S.C. staff followed in order to monitor the progress of events for the President in the sirrcraft export decisions was as a participant in the May 18, 1979, breakfast discussion of the proposed sale of three 17% to Libry. Secondary Vance subsequently recommended to the Scerciary of Commerce of the commerce of the Scerciary of Commerce of the state of the sta

Libya because of evidence that prgwis-ously exported 277s had been used to ously exported 278s had been used to contrary to the spirit of assumances against such use given by the Libyans. The fall 1978 decision by the Depart-ments of State and Commerce to export wor 727's was the result of a series of developments, including Libya's 'good son to accede to the Hague Convention

early summer of 1978. At no time was there any mention of Billy Carter in decisions with the already early control of the cont

Supporting Document ,

The White House Washington July 17, 1979 And Andrew The Secretary of State Subject: Billy Carter Travel to Libya

I understand that Billy Carter yester

Text of Statement Given to Senate by Lloyd N. Cutler, Counsel to the President

WASHINGTON, Aug. 4 — Following is the fext of a statement submitted by Lloyd N. Cutler to the Senate Judiciary subcommittee

Cutler's Statement

I I have been Counsel to the President since Oct. 1, 1978. This statement overs my activities with respect to the Department of Justice investigation oncerning Billy Cairer's status under the Foreign Agents Registration Act. I was aware of, but did not play a significant part in, the processing of certain routine investigating inquiries that and are described in the separate report of Counsel. My own activities began on June 11, 1990.

2. Until June 11, 1980, I had not met with or talked to Billy Carter, aithough we may have been introduced to one another at a State dinner in December 1979.

we may have been introduced to one another at a State dimer in December 1979.

3. On the afternoon of June 11 I received a telephone message from Dr. Brezeinstein dans if I could come to his office. When I arrived he was meeting the state of the state

Washington, for the purose of requesting the Government of Libya to urge the authorities in Iran to release the bostages. This meeting and its aftermath are described in Dr. Brzezinski's statement.

bossiges, Alis meeting and its attermath are described in Dr. Brezelnsk's
staticization,
and the sevents of the sevents of these
events. I asked Dr. Brezelnsk's
technic he saw may national security
the behavior of the sevents of the security
the Department of his role in this meeting and the arrangements preceding it.
He said he saw no objection. I agreed,
we then advised bijly Carter that he
could inform the Department; I added
to the sevent of the sevent of the sevent of the sevent
formed him, he had a legal obligation
to respond fully to the Department; opening the sevent
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Lloyd N. Cutler

Lloyd N. Cutler
said she could find him. Within a few
minutes he called back and after a
brief explanation I introduced him over
the telephone to Billy Carter. They
the statement of the statement of the statement
that afternoon, and immediately there
after Billy Carter left my office. I have
not seen or talked to him since.
5. At no time until after the complaint
of the statement of the statement of the statement
of the statement of the statement
court did I have any contact or communication with the Attorney General
or anyone else in the Department of
natitice concerning its investigation of
Ballet of the statement of the statement
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Brzeźinski's and my statements to Billy Carter that there was no national security objection to disclosure. My reason for raising this matter with Mr. Pollak was that, having heard from Billy Carter on June 11 that the Department of Justice was inquiring into any contact between Billy Carter and the best of the second of the second process of the sec

about the November 1979 meeting.
7. Af some time on June 12 or 13, at the close of a larger meeting on another subject, 1 informed the President of my meeting with Dr. Brazinski and Billy meeting with Dr. Brazinski and Billy to Billy Carter that he obtain counsel and the fact that he had retained Mr. Pollak and Mr. Ruth. I had no further comparing the property of the present of

commande and the beautiful and the conforming Billy Carter until 1 112-28.

8. On June 17, 1989. Let with the President and the Astrong Central Bill Carter until 1 112-28.

8. On June 17, 1989. Let with the President and the Astrong Central to discuss a number of proposed judicial appointments. At the end of this discussion, the Attorney General said he had some other matters to take up private the conformation of the South of the Carter of the South of the Carter of the South of the Carter of the Carter of the Carter of the Carter of Land to the Carter of Land the Land the Land the Carter of Land the Land t

asked Mr. Pollak to advise me when this had been done.

I all to advise me when this had been done.

I all the property of the

to the President on the morning or July

12. Later that morning the President
informed me that he had called his
brother, who seemed to be receptive,
cood.

13. On the afternoon of July 1, I called
Mr. Pollak and Mr. Ruth. I told them
the call had been made. They said the
deadline had been extended until noon
on July 2 and that Billy Carter was

make his final decision. On July 2: 1
make his final decision. On July 2: 1
sent the attached note to the President
summarizing this call.

14. On July 3: I traveled with the
President to Tokyo, where he attended
the memorial service for Prime Minister Oldra. On the return trip the President
July 16 for Sapelo Island, Georgiat Fremained in Anchorage to visit my, fwo
daughters who live in Alaska and a new
grandchild. On the morning of July 11
wasnigton time I called my office and
found that Mr. Pollak and Mr. Ruth
wasnigton time I called my office and
found them they told me they were time
the final stages of negotiations with the
left of the my office in the final stages of negotiations with the
final stages of negotiations with the
final stages of negotiations with the
final stages of negotiations with the
fore filing the registration statement. They said that
before filing the registration statement
they wanted to corroborate Bill; Carnever discussed any specific 15. So,
policy or action toward Libya with the
President. They asked if I had checked
or could check this point with the President on Sapelo Island. He confirmed to
the stage of the statement of the consent Judgment
was not reached that day, the Depart
was not reached that they free
this was correct, but that I would gry to
check again. They also told me that if
agreement on the consent Judgment
was not reached that they free
this was correct, but that I would gry to
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Text of Report by President's Counsel to Panel Conducting Billy Carter Inquiry

WASHINGTON, Aug. 4 — Following is the text of the report submitted by the President's counsel to the Senate Judiciary subcommittee.

Counsel's Statement

Counsel's

This report is in response to the subcommittee's inquiry into the relationship beigiven Billy Carter and the Govcommittee's inquiry into the relationship beigiven Billy Carter and the Govton the statements of the country of the country
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of the country of the country of the country
of State, the staff of the National
Security, Council and other members of
the White House staff. It is based on
personal interviews with present and
reviewof documents obtained from the
White House staff. It is based on
personal interviews with present and
reviewof documents obtained from the
White House staff. It is based on
personal interviews with present and
reviewof documents obtained from the
White House and relevant Executive
Branch agencies other than the Department of usual country of the country
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[I] Billy Carter's Contacts

Airplanes to Libya

Airplanes to Libya

In January 1979, Mr. Quandt telephone Concerning His Trips to Libya

Mr. James V. Bishop and Donald Hester at the Department of State have advised us that in 1978, before traveling to Libya, Henry R. Coleman, an associate of Julya Carter's, called the North Anna Lasked whether there was any ban on travel by United States exitizens to Libya, Its the course of this conversation, he metioded that Billy Carter was Dipuliting to visit Libya. Mr. Coleman's request, this was confirmed by Jetter. We have requested, but not yet received, a copy of the letter was possible to the proposed trip to Libya and was, advised by one of them to income that Billy Carter be briefed on United States Libya. The Beach of Billy Control Floras B. Beard at the White Beach of Billy Control Floras B. Beard at the White Beach of Billy Control Floras B. Beard at the White Beach of Billy Control Floras B. Beard at the White Beach of Billy Control Floras B. Beard at the White Beach of Billy Control Floras B. Beard at Carter be briefed on United States-Libya relations upon his arrival in Libya. (The State Department made the Same Beneficial on State States of the Control Floras B. Beard at Carter be briefed on United States-Libya relations upon his arrival in Libya. (The State Bouth Research of Billy Control Floras Representations of the State States of the Control Floras Representations and the States Ambassador to the Control Floras Representations of the Control Floras Representations and the States Ambassador to the Control Floras Representations and the Control Floras Representat

Niger, also recalls being told that Mr. Jack Watson of the White House staff called Mr. Hester to ask about Billy Carter's travel plans after the N.S.C. staff was told by the State Department of these plans, but neither Mr. Watson more staff of the plans, but neither Mr. Watson Mr. Quandt and Kar F. Inderturth, of the N.S.C. staff, also gave general briefings about Unifed States-Middle Battly Onley in telephone curversation. Believe that Phillip Wise, the President's Appointment Secretary, asked them to telephone Mr. Coleman. Mr. Wise does not recollect making such are copied. Billy Carter and his associates had brief conversations with United States Embassy officials in Iripoil during their trips to Libya and were provided routine assistance in obten the conversations with United States Embassy Officials in Tripoil during their trips to Libya and were provided routine assistance in obten the conversations with United States Strukenson of the States with the state of the state o

Contacts by Billy Carter Relating to the Export of Airplanes to Libya



Commerce Department documents in which Commerce officials speculate that the State Department was under that the State Department of All State Device export licenses for three 747's ordered by Libya because of White House seeking to influence the granting of Cyrus I vance and Deputy Secretary (Warren] Christopher confirm that heir deliberations concerning the export permission was defined solely for policy reasons unrelated to Billy Carter or the Other in the formulation of White House views on this matter and that the Export permission was defined solely for policy reasons unrelated to Billy Carter (A full account of the United States Government's policies on exports of sirplanes to Libya has been provided to Under Secretary State David Newson).

In sum, we are aware of no direct or indirect efforts by Billy Carter to influence of the Control of State David Newson).

In sum, we are aware of no direct or indirect efforts by Billy Carter to influence of the Control of aircraft to Libya or uny other control of the Control

ernment during his time in office.

Two F.B.I. Interviews with Mr.
Wides occurred on March I st and June
the Counsel's office helped arrange
the Counsel's office helped arrange
these interviews. There was also a follow-up telephone conversation between
Joel Lisker of the Department of Justice and Mr. Wise on July I, 1890. The
inquiry related to the subject matter of
inquiry related to the subject matter of
inquiry related on the subject of
Wise. Mr. Wise has stated that he has
no recollection of any discussion with
Billy Carter relating to the export from
the United States of aircraft to Libya or
other matters concerning Libya.

[IV] Meetings Between the President and Jack McGregor

We have also investigated within the white House reports concerning a meeting between Jack McGregor and the President. Mr. McGregor had been the President. Mr. McGregor had been the Marine Corps. Mr. McGregor, who was then an executive of Carey Energy Corporation, was invited along with more than 400 business and health care leaders to attend an April 4, 1800, White Containment Act. The invitation was extended by the White House staff responsible for this meeting, without Presidential involvement. As reflected Report, during a short telephone conversation on April 3, 1879, Billy Carter, who was then hospitalized in Long Beach, California, asked the President in the White House for this briefing. In the same conversation Billy Carter told the President how helpful Mr. McGregor had been to him while he was in the hospital. The President's due to Vall Office for nine minutes on April 4. The President read of the White House of this briefing. In the Oval Office for nine minutes on April 4. The President reads of the Noval Office for nine minutes on Silly's relationship with the Libyans. The President's and correspondence attached to the President's report.

[V] Alleged White House Staff Knowledge of Payments to Billy Carter

Payments to Billy Carter

So far as we have been able to determine, no one on the White House staff had any information about the pay of the pa

Special Counsel Deputy Counsel to the President /s/ Joseph Onek /s/ Barbara E. Bergman

March 14, 1980 MEMORANDUM FOR THE FILE FROM: Phil Wise

Supporting Documents

Lloyd N. Cutler 1666 K Street N.W. Washington, D.C. 20006 September 26, 1979

Washington, D.C. 20006
September 29, 1879

MEMORANDUM FOR MESSRS.
LIPSHUTZ, ONEK AND CARDOZO

Attached is a letter from Robert
Keuch of the Criminal Division at Justeel inquiring about Libyan gift of a
light of the control of the criminal provision at Jusdent and to his brother and requesting
we make inquiries to determine if the
allegation is true.

L.N.C.

September 18, 1979
Honorable Libyd N. Cutler
All Control of the Control of t

September 19, 1979 Honorable Lloyd N. Cutler Counsel to the President The White House Washington, D.C. 20500

Dear Mr. Cutler:
This division is conducting an investigation into the possible obligation of William A. Carter 3 do register of the Socialist People's Libyan Arab Jamahitya. In attempting to develop facts surrounding William Carter's relationship with the Libyans and no connection with his trip to Libya during late Septimized the second of the surrounding William Carter's relationship with the Libyans and in connection with his trip to Libya during late Septimized the second of the Libyan Covernment reportedly gave a gift of a "gold mounted" saddie to President Carter in Cotober or November 1978. A similar "silver mounted" saddie to President Carter in Cotober or November 1978. A similar "silver mounted" saddie to President Carter in Cotober or November 1978. A similar "silver mounted" saddie to President Carter in Cotober or November 1978. A similar "silver mounted" saddie was given to William Carter by the Libyan Government. In figure 1978. A similar "silver mounted" saddie was given to William Carter by the Libyan Government. The Libyan Government is the silver of the Libyan Government. The content of the Libyan Government.

Sould you need additional information, please do not besitate to contact the.

Sincerely,

Deputy Assistant Attorney General

Robert L. Keuch

June 4, 1980
MEMORANDUM FOR THE FILE
FROM: Phil Wise
SUBJECT: Billy Carter Libyan Investigation

SUBJECT: Billy Carter Libyan Investigation
Agent Clay Bickman interviewed me today on the same subject as my March. Id meeting with Agent Cornick. He had asked in a phone conversation on Monday, June 1, that I check my call files between Soptember 1978 and January Desirement of the Cornick of the Cornick

THE WHITE HOUSE WASHINGTON October 18, 1979

Dear Mr. Keuch: Lloyd Cutler has requested that I re-pond to your letter of September 19,

Lloyd Cutter 1982 and 1987 appoint to your letter of September 19, 1975 and 1987 and

Michael H. Cardozo Deputy Counsel to the President

Mr. Robert L. Keuch Deputy Assistant Attorney General Department of Justice Washington, D.C.

Lloyd Cutler Explains His Actions to Subcommittee

Continued From Preceding Pag
one in April 1980 of \$200,000. He said the
payments were loans, but that there
was no documentation for the loans.
Before making this call to Mr. Ruth, I
Before making the second that the same the
who was on Jelyll Island, next to Sapewho was on Jelyll Island, next to Sapewho was on Jelyll Island, next to Sapethe public filing occurred that day. The
call to Mr. Powell dwas not completed
until after my second talk with Mr.
Ruth had told me about the large
payments. I said this was the first I had
known-of any such payments. I said I
felt sufe the President had not known
about them. I saked Mr. Powell to inform him by the time the court papers
were consulted by lifed and a White House
control will be and a White House
of the same of the same same same will be requested.

13.1 returned to Washington on July.

were actually filed and a White House comment might be requested.

13. 1 refurmed to Washington on July 13. 0, Monday July 14 Mr. Ruth called me to advise that the consent judgment had now been agreed and that the comment of the state of the control of the state of the court documents as filed. It telephoned the President's as filed. It telephoned the President's as filed. It telephoned the President was available; He was out fishing, I asked het to have a control of the state of the court documents and the state of the court documents are considered to the state of the

sent up as Cougn in the next delivery of While Flower mail.

16. Later on the 14th, I had occasion to call the Attorney General on an unrelated matter. I found that he was in six conference and the think of Creut Conference and Con

ment was also reviewed and approved by the President.

18. The circumstances under which I learned of the June I? conversation between the President and the Attorney General are as follows. In preparation of the June I? conversation between the President and the President and the President and the President of the President and Billy Carter about I and the President of the President and Billy Carter that were identified in the logs as having occurred on June 22 and July 21 or 22 and July 21 or 22 and 21 or 22 and

disclosure of the conversation would be made.

19. Later that evening Mrs. Culer and I attended a dinner at the Austrian Embassy. The Attorney General was present. During that evening 10 took the present was present. During that evening 10 took the what the President side and told him what the President side and told him about just having found and read a note of the June 17 conversation which the President of the June 17 conversation which there had been such a conversation and cheer the side of the president side of the control of the side of the control of the contro

20. The next morning, July 24, I reviewed the notes, Before I could call prepare an appropriate draft state-viewed the notes, Before I could call prepare an appropriate draft state-when the state of the Attorney characteristic prepared in the state of the Attorney General had issued his own press statement about the conversation and was about to hold a press conference.

21. There have been suggestions in

him of the Department of Justice.

Sit served these interests to respond to his request to suggest a suitable counsel and to give him a choice of competent, experienced and ethical lawyers.

Sit served these interests to urge

Billy Carter and his lawyers to disclose his participation in the franian hostage his participation in the franian hostage.

Git served these interests to recommend to the President that he urge his brother to file a registration statement making a full disclosure — the very step the Justice Department lawyers to take. Early support the participation of the case of the participation of the case white House with the Department of Justice concerning the investigation. The participation of the case was imminent, so that the White House could respond to the investible model arequests for immediate comment.

Supporting Documents

June 26, 1880
Personal
Memorandum for the President
As you know, your brother Billy has
consulted steve Pollak and Henry Ruth
— who were Hamilton's lawyers — for
advice on the continuing Justice Department inquiry into Billy's failure to
register under the Foreign Agents
Activities neshalf of the Government of
Libya.

Pollak and Ruth met with the Justice
Department attorneys last week. They
were told that unless Billy agreed to
week told that unless Billy agreed to
the stand that the did not so regard
agent and that the did not agent agent and the did not agent and the did not agent and the did not agent and t partment inquiry into Billy's failure register under the Foreign Agents register under the Foreign Agents register under the Foreign Agents register and the foreign Agent Age

A note from Lloyd reads as follows:

July 2
Mr. President:
Re Billy:
1. His lawyers asked Justice for additional states of the same and the same a

July 1, 1980
MEMORANDUM FOR THE FILE
FROM: Phil Wise
SUBJECT: July 1, 1980 phone interview with Joseph Lister (supervising investigation)

investigation)

Mr. Lister called and asked if I recalled any conversation with Billy Carter regarding the Libyan Government called any conversation with Billy Carter regarding the Libyan Government in the Carter of the Carter of the Carter of the Carter of School Carter of the Carte

Excerpts From President's News Conference on Foreign and Domestic Matters

Special to The New York Times

Following are excerpts from a transcript of President Carter's answers to questions at his televised news conference from Washington last night, as recorded by The New York Times:

Questions and Answers

Q. On the question of propriety, do you think that it was proper for the Attorney General to tell you to uze Billy to register as a foreign agent and to tell you that he would not be proscuted if he did so, and also on the question of the money, he told us where the money didn't go. Do you know where the young to you you want to you you want to you you want you want you want you you want you want

didn't go. Do you know where the Libyan payments did go and how Billy used the money?

A. No, I don't know where the money went or where it might go. Billy can and he's prepared to answer any questions. I don't think there's any impropriety at all in the conversation that I had with the Attorney General. He did not ask me to take any action. I don't dot ask him to take any action. He simply informed me in the level of the conversation that in the word of the month of the conversation that is supply informed me. I believe I can quote his words me. I believe I can quote his words on the conversation that he would be a supply with the department of the conversation papers. And he said that if he filled these papers truthfully, that the normal procedure of the department was not to punish or to prosecute a person in that category.

Releasing of Delegates

Q. A number of prominent Democrats, Senator Byrd, Mayor Koch of New York among them, have suggested you might release bur convection on the first Presidential ballot. Are there any circumstances under which you would do this and do you fear that doing so might hurt your chances of general convections of the senator of t

It's a very simple clear issue. My position is that the convention ought not to be a broker convention but that the delegates should vote the way the otters back home told them to vote. Others who have lost in the primaries and primaries and caucues are all over to go back to the old broker-type convention.

Q. Mr. President, I've been around a long time but there are still some questions of a personal nature that are paintened to the present of t

Billy not to go to Libya. In the documents that I filed with the Congressional committees this afternoon, and the state of the control of the

Brother as Emissary Of the ras Emissary

O, Mr. President, you said just a few minutes ago, sir, in your opening remarks that neither you nor any member of your administration had violated any law or committed any impropriety. Don't you think that by using your bother, Billy Carter, at least as an engage of the property of the property

emissary to make a contact with a foreign government — don't you feel that
perhaps to might have been better judgeign government — don't you feel that
perhaps to might have been better judgten to the perhaps to the desire that expectify.

A. No, Not in that particular instance
concerning the hostages. We were
using trained demo — diplomats. Into
seized, this became an absolute, total
obsession of mine — to get those hostages released. We inventoried every
possibility of influence on the Iranians
to induce them to release our hostages
to induce them to release our hostages
sages and had our diplomats in those
countries and contacted their diplomatis in Washington to almost every nation on earth. Everyone that we
balance of influence with fullliran. We especially thought that the
Moslem countries, believing in the
Koran, having the same religion as the
Ayatoliah Khomeini, might have a speWe had tried through diplomatic

Koran. having the same religion in the Ayatollah Khomelin, might have a special influence.

We had tried through diplomatic means to get Libya to give us some support in condemning the Iranian action that the same of the s

Allegations of Incompetence

Allegations of Incompetence

Q. Astle from the questions of legality and propriety, some of your critics
say that this Billy Carter case is another example of a general aura of incompetence that hangs over your
Presidency. The fitts and starts in
which the case came out, the corrections to the record, the recollections
to the record, the recollections
competence that refreshed the open
competence that settles over you? And
if so, what are you going to do about it?

A. I've heard you mention that on

television a few times but I don't agree with it. No, I think that the historic record of this administration in years looking back will show that it was a competent administration, that it accupates the second of the second o

The Next Four Years

competently in this case.

The Next Four Years

O. Mr. President, next week you go before the Democratic convention seek renomination, as we all know. Not only given the state of the press conference of the seek renomination, as we all know. Not only given the state of the press conference of the seek renomination, and the seek renomination as the seek renomination as the seek renomination as a man proposing changes or working as a man proposing changes or working as a man proposing changes or have four more years of the same?

A. Four more years of the same?

As Four more years of the same?

I were presented the seek of the same president with changes and progress to wear with the season of the same president with changes and progress to wear with the season of the same president with the season of the same progress. We've never had as many lobs added for instance in the first three and a half years in any first three and a half years in any first three and a half years in any first three seasons of the season of the sea

Contacts Since July 1

Contacts Since July 1

Q. Mr. President, you say you and you brother Billy are close. A fave you had any conversations with him since the July 1 phone call when you urged him to register, and can you character.

A. I have not had any conversations with Billy since July 1, except in a crowd of people at a softball game in Plains; and I went into his service station one day to invite him to play softball on the service station one day to invite him to play softball on the service station one day to invite him to play softball on the service station one day to invite him to play softball on the service station one day to invite him to play softball on the service station one day to describe the service station one day to describe the service station one day to the service station one day to the service station one day to the service station on the service station that the service station that the service station is serviced by the service station that the service station is serviced by the service station of the service station that the service station is serviced by the service station of the service station of

But they've been completely proper, and records have been maintained of you to handle this matter until it is resolved.

As I said in the closing part of my to handle this matter until it is resolved.

As I said in the closing part of my statement, even in the future, regardless of the outcome of this occurrence, iless of the outcome of this occurrence, and the state of the outcome of this occurrence, iless of the outcome of this occurrence, and so and a sea and

all the facts that I could find and lay them before the American people in two ways: one, through the investigating committees in the Congress House and Senate, and secondly, here for the brief statement telling the facts and then to answer your questions. But this group is at liberty to ask me questions about other matters as well as this.

'It's a Serious Matter'

"It's a Serious Matter"

Q. Mr. President, regarding your mention of your responsibility to enforce the laws. Since your advisor, Dr. force the laws. Since your advisor, Dr. dr. for his phony drug prescription taken across the state line, how can you expect the Justice Department to be taken seriously by Billy regarding admitting he's an agent and telling the truth about the money they gave him?

A. I think you can ask Billy whether A. I think you can ask Billy whether truth about the money they gave him?

A. I think you can ask Billy whether they have a seriously. My belief is that be part of the seriously. My belief is that be part of the seriously. My belief is that be part of the seriously my belief is that be part of the seriously. My belief is that be part of the seriously have been seriously it's a serious matter and it'll be handled accordingly.

Rumors About Money

Rumors About Money

Q. Mr. President, you referred to rumors about some of this money going to you.

All against his present the street of the street of the street.

Q. Do you have any joint economic investments with Billy? I think of the Carter truits for what's left of the warehouse holdings or properly. Have you tried to help Billy financially arrestments with Billy? I think of the Carter truits for what's left of the you tried to help Billy financially of Mr. Kirbo and the blind first arrangement in, ah, I think he's got tax lies on the bouse.

A. When I became President I announced to the American people that a trust, under a trustee. Legally, it's not a trust, under a trustee. Legally, it's not a trust, under a trustee. Legally, it's not a president not to read news stories and other reports that come from Plains and from the warehouse affairs but to the best of my ability they estayed sions and they've been handled in accordance with the law. Sometimes publicly by my trustee.

Also, I pledge myself, as President, annually to release my lncome tax returned to the street of the street o

How Did It Happen?

How Did It Happen?

O. Mr. President, you have answered our questions very openly, you have answered our questions very openly, you have an advertigation of the property. The property of the

erry in accordance with the law; pun-shed if he's guilty, exconerated if he's shed if he's guilty, exconerated if he's But I have seen these things sweep across this nation, every now and then, with highly publicized allegations that proved not to be true. And you and others have participated in the raising of these questions. One incident that comes to mind is Hamilton Jordan. The state of the state of the state of the second and a thorough investigation absolutely independently of me with a special prosecutor involved in the Justice De-partment found that the allegations were not true. But for a time it was a highly publicated case which dramaged highly publicated case which dramaged know what the outcome of this case will know what the outcome of this case will be. But I can tell you that no one in my Administration — and I have not been guilty of an illegality or an impropriety in any way. And I believe that the facts in the future will determine that to be the case.

Rosalynn Carter's Role

Rosalynn Carter's Role
Q. Mr. President, you said in the report that you issued tonight you conport that you issued tonight you conport that you issued tonight you concarter was the first person to inlive
the idea of using your brother Billy as
the contact regarding the Iranian hostages. A. That so carted, the carter of the
Q. That she called him off you shed
The carter of the carter of the carter
Or. Brzezinski to pursue the matter. I
want to ask you what do you think that
says about her role in this Administration and what the public should conclude about it. And secondly given this
sel to draft on members of the Iraniy
and the staff, whether you have any
second thoughts and hindsight about
family diplomacy and the virtues of
that and members of the President's
that and members of the President's
that and members of the President's
country abroad at ceremonies and the
like.

A Carter-Muskie Strain?

Q. Edward Bennett Williams as you know is taking a leading role in seeking to undo the faithful delegate rules. Mr. of the Secretary of State and we see now signs of a draft Muskle movement; bumper stickers . . . I wonder whether this has caused some kind of strain between you and he Secretary of State? I wonder whether this has caused some kind of strain between you and he Secretary of State? I wonder whether this has caused some kind of strain between you and he Secretary of State? I wonder whether this has caused some kind of strain between you and he Secretary of State? For to subvert the rules of the Democratic Party and to violate the oath or the promise or the pledge that the election of the promotion of the promotion of the promotion of the seed of the same strain of the subject and that we no doubt that this effort a date sepressed in the primaries and caucuses. He has not promoted himself; he's tried to discourage that. He's issued a public statement on the subject and that we no doubt that this effort in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They're probably interested in the promotion of Secretary Muskie. They reprobably interested in the promotion of Secretary of Secretary Muskie. They reprobably interested in the promotion of Secretary Muskie. They reprobably interested in the following the secretary of Secretary Muskie. They reproduce the secretary of Secretary Muskie. They reproduce the secretary of Secretary Muskie

self or anyone else, ever gave Billy any information that related to his case—any evidence, or any leads or anything information that related to his case—any evidence, or any leads or anything both that question didn't cross my mind. But from what I know now, looking back on that, after we've investigated thoroughly, and I have seen the order of events that did take place, it was telling me the same thing, in effect was telling me the same thing, in effect in the conversation according to my brother prior to that time. If yet my brother prior to that time. If the conversation according to my brother prior to that time. If 2th, which was about a week before this conversation.

Q. It didn't occur to you that the Atomey General was saying to you also to for more, or maybe—
A. No. No, I never had any indication that he was taking any more until I read about it in the newspaper on July know, in the entire White House that knew about any money payments was my counsel, who was informed on the 11th of July, just before those official papers were completed for filing with the Institute Department.

Intelligence Reports

Intelligence Reports

Q. Mr. President, what kind of information did our intelligence agencies gather about Billy's activities, trying to set up the oil deal with Libya'? And specifically, were they concerned that Billy was part of a wide-ranging and massive effort by the Libyans to influence the public opinion and the Government here? massive effort opinion and uncerte public opinion and uncertere?

A. That intelligence information has

been delivered to the Senate intelli-gence committee. It's of a highly sensi-tive nature and I'm not at liberty to re-veal it in public.

Commission on Oil

Commission on Oil

Q. Mr. President, were you aware, sir, of the arrangement with the Charlest of the Charlest

Supporting the Nominee

Supporting the Nominee
Q. Mr. President, you have about 300
more delegates than are required for
the nomination, and so for another candidate to get the Democratic Presidentract some of these delegates. Yet
tract some of these delegates. Yet
you've said if someone did that they
would be subverting the rules of the
Democratic Party, and you said last
week this would be a travesty if any of
someone else is nominated at the conthese delegates wandered away. So if
someone else is nominated at the conto support that nominee, or would you
only be able to support yourself?
A. I have always pledged since the
very beginning of my effort to support
the nominee of the Democratic Party if
it should not be myself.

'General Knowledge'

"General Knówledge'
Q. Mr. President, in going back to the conversation with Attorney General Knówledge's description of the Conversation with Attorney General Knowledge of Jeff ylus say, Justice Department policy in handling foreign agents was general knowledge, Why then, sir, did you need to inquire of the world by proceeding the general knowledge, why the say that the same say the same say

Problems Affecting Blacks

Q. Thank you, sir. Mr. President, the problem affecting blacks in this country. ... We have riots in Miami. We way that you can begin to address this. ... If you think Billy has problems. ... be'd better be glad he's not. ... Is there something that you as President of this country way that you can begin to address this. ... If you think Billy has problems ... be'd better be glad he's not. ... Is there something that you as President of this country would do to begin to discovered the sound of the sound of